

## ACCELERATION / DECELERATION OSCILLATOR (AC)

Unlike the [Awesome Oscillator](#), if the Acceleration / Deceleration Oscillator (AC) crosses the zero line, then it is not a signal. However, we still never buy if a histogram bar is red and never sell if it is green.

Buy above the zero line / sell below the zero line

A [buy above the zero line signal is generated](#) when there are two consecutive green histogram bars (a green histogram bar is a bar whose high is higher than the preceding bar's high):



The histogram is above the zero line. Place a Buy

Stop one tick above the high of the price bar that corresponds to the second highest high («C»).

A [sell below the zero line signal is generated](#) when there are two consecutive red histogram bars (a red histogram bar is the bar whose low is lower than the preceding bar's low). The histogram is below the zero line. Place a Sell Stop one tick below the low of the price bar that corresponds to the second lowest low («C»).

Buy below the zero line / sell above the zero line

If the histogram is below the zero line, a [buy signal is generated](#) when there are three consecutive green histogram bars.

Place a [Buy Stop](#) one tick above the high of the price bar that corresponds to the third highest high ("D").

If the histogram is above the zero line , a **sell signal is generated** when there are three consecutive red histogram bars:



Place a **Sell Stop** one tick below the low of the price bar that corresponds to the third lowest low on the histogram ("D").

If histogram "B" or "C" bar crosses the zero line, then histogram "C" bar becomes a signal bar, and there is no need to wait for the "D" bar to occur.

No matter what signal is created you must ignore it until the first [fractal](#) buy or sell signal is triggered outside the [Alligator's mouth](#).

You should ignore signals that are not in the same direction as the first signal from fractal.

If Acceleration / Deceleration Oscillator generates a signal but the histogram changes its colour before the [pending order](#) is executed, then the signal has to be ignored and the order has to be deleted.